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May 28, 2019

VIA ELECTRONIC FILING

The Honorable Jocelyn G. Boyd Chief Clerk/Administrator Public Service Commission of South Carolina 101 Executive Center Drive, Suite 100 Columbia, South Carolina 29210

Re: Application of Duke Energy Progress, LLC for Adjustments in Electric Rate Schedules and Tariffs and Request for Accounting Order Docket Number 2018-318-E; Compliance Filing for Order No. 2019-341

Dear Ms. Boyd:

In compliance with the decisions set forth in Commission Order No. 2019-341 in this docket, the Company's previous compliance filing on May 17 requires revision to reflect the rate designs approved by the Commission. The Commission's order approved a revenue increase of \$41.474 million which was reduced in the first year by a credit of \$28.618 million for excess deferred income impacts associated with changes in federal and North Carolinas state income tax rates. Consistent with past practice, the tariff rates were calculated to reflect the net revenue increase of \$28.618 million effective for service rendered on and after June 1, 2019. The tariff rates have been further adjusted to reflect a reduction in the demand side management and energy efficiency rates that was approved by Order No. 2018-724 in Docket No. 2018-255-E that occurred after the filing of the Company's rate case application.

A reconciliation of each tariff rate, as required in Ordering Paragraph 11, is provided in Compliance Exhibit No. 9 (Updated) to identify the present, approved and billing rate reflecting in each tariff as of June 1, 2019.

The revised compliance exhibits are identified as follows:

- 1. Compliance Exhibit 7 (Updated): Approved Tariffs (formerly Wheeler Exhibit No. 1/Application Exhibit A)
- 2. Compliance Exhibit 8 (Updated): Current Series 52 Tariffs Highlighting Approved Changes (formerly Application Exhibit C)

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3. Compliance Exhibit 9 (Updated): Rate Table of Current Series 49 rates, Approved Rates, and Billing Rates with the inclusion of the January 1, 2019 DSM/EE Adjustment (formerly response to AIR ORS 1-20)

The Commission required in Ordering Paragraph 4 that the AMI Opt-Out provision under Meter-Related Optional Programs Rider MROP be revised to include a medical waiver similar to a current North Carolina option. The compliance tariff reflects this change. To improve alignment with the North Carolina tariff, Rider MROP is also modified to open the AMI Opt-Out availability to all Schedule R-TOUD and SGS customers and to offer a six-month installment payment option for the one-time Initial Set-Up Fee. Due to required changes to the billing system, the Company expects to be able to implement these additional features in its AMI Opt-Out program by no later than December 1, 2019.

The Commission also recently directed the Company to file customer notice – that notice is also attached and being made a part of today's filing.

Please do not hesitate to contact me if you have any questions or require additional information.

Sincerely,

Heather Shirley Smith

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cc: Parties of Record (w/ enclosures)